

**SECRET**

COST CODE	AMOUNT
X761-0571-0001	\$ 19,515.41

OXC-5735

Copy 2 of 3

30 September 1963

**MEMORANDUM FOR THE RECORD**

**SUBJECT:** Concurrence in Amendment No. 1 to Contract No. SH-512 (AF33(657)-8582) with Shell Oil Company, New York, N.Y., Project OXCART

1. This memorandum contains a recommendation submitted for concurrence of the undersigned. Such recommendation is contained in Paragraph 6.

2. Contract No. SH-512 covers the installation of a small hangar, fuel tank farm and associated facilities with proper security provisions at Eielson AFB, Alaska. The basic contract was issued on a Fixed Price Redeterminable basis. Contractor has completed all the work under the contract and submitted its final statement of cost and claim for an increase in contract price. An audit of contractor's costs was performed by the Air Force Auditor (Report No. 1119 dated 31 May 1963). The findings of such audit and review by the negotiator determined that the Contractor was entitled to an increase in price of \$19,515.41. Contractor accepted the proposal for said increase and Amendment No. 1 is being issued to evidence such agreement and price increase. The final total price for this work is now \$359,515.41.

3. Amendment No. 1 obligates an additional sum of \$19,515.41 chargeable in FY-1964 to Project REDLIGHT Funds. By concurrence to this memorandum, the Chief, Budget & Finance Branch, signifies that sufficient funds are available for this obligation.

4. The services and equipment being procured by this Amendment No. 1 to Contract No. SH-512 are in furtherance of the OXCART Program, the nature of which cannot be publicly disclosed for security reasons. The undersigned Contracting Officer therefore determines that this procurement must be accomplished by negotiations pursuant to the authority of Section 3(a) of PL 81-110 and Class Determination and Finding, OXC-2122, signed by the DDCI on 15 October 1961.


5. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in 25X1  
25X1 Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st

**SECRET**


Congress (formerly 10(b) - see 85-507 dated 7/7/58) for each contract.

6. Concurrence in Amendment No. 1 to Contract No. SH-512 is recommended.

Signed

  
Contracting Officer, OSA

**CONCURRENCES:**

  
C/BFB/OSA


9/30  
\_\_\_\_\_  
DATE

JOHN PARANGOSKY  
D/Tech/OSA

9/30  
\_\_\_\_\_  
DATE

  
C/MD/OSA

10/2  
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DATE

CD/OSA-DD/S&T  sjj  
Dist: Cy 1 - CD/OSA-SH-512  
2 - BFB/OSA  
3 - RB/OSA